

UNITED STATES DEPARTMENT OF AGRICULTURE

Farm Service Agency  
Washington, DC 20250

Notice SU-73

**For:** State and County Offices

**2001 Crop Year Sugar Program**

**Approved by:** Acting Deputy Administrator, Farm Programs



**1 Overview**

**A**

**Background**

Processors obtaining nonrecourse sugar loans are required to pay eligible producers the established minimum grower payment level according to 10-SU, Part 7. According to 10-SU, subparagraph 217 B, processors who fail to pay producers minimum grower payments are ineligible to receive CCC loans for the next 2 crop years.

**B**

**Purpose**

This notice provides instructions on:

- modifying CCC-677A to ensure that the producer minimum grower payments are paid
- the penalty imposed on processors if minimum grower payments are **not** paid
- 2001 crop year loan rates.

**C**

**Policy Change**

Effective immediately, failure to make minimum grower payments will cause the applicable processor to be ineligible for **any loans until** the minimum grower payments are paid-in-full.

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**Disposal Date**

October 1, 2002

**Distribution**

State Offices; State Offices relay to County Offices

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### 1 Overview (Continued)

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#### D

##### Modifying CCC-677A

Until a revised automated CCC-677A is available through APSS, County Offices shall manually modify CCC-677A, Part B by adding the following statements to:

- Section 1 (f)(v):

“Upon final settlement of the loan, the processor shall ensure that the minimum grower payment as required by 7 CFR 1435.106 (c) has been paid to all eligible producers who have delivered sugar beet or sugarcane to such processor. Failure to make minimum grower payments will cause the processor to be ineligible for all future loans until the delinquent minimum grower payments are paid-in-full.”

- Section 2 (iii):

“agrees to share the proceeds with growers when sugar pledged as collateral for a CCC loan is forfeited, according to the contract between the processor and the grower”.

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### 2 Sugar Loan Rates

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#### A

##### National Average

This table provides the national weighted average loan rates for the 2001 crop of domestically grown sugar beets and sugarcane.

Commodity	Loan Rate/Pounds
Beet Sugar, Refined	22.90
Cane Sugar, Raw Value	18.00

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### 2 Sugar Loan Rates (Continued)

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#### B

#### Regional Loan Rates for Refined Beet Sugar

This table provides the 2001 crop regional loan rates for refined beet sugar.

Region	State	Loan Rate Cents per Pound
1	Michigan Ohio	23.76
2	Minnesota North Dakota (Eastern half)	22.76
3	Colorado (Northeastern quarter) Nebraska Wyoming (Southeastern quarter)	23.83
4	Texas	23.08
5	Montana Wyoming (Northwestern quarter) North Dakota (Western half)	22.80
6/7	Idaho Oregon Washington	21.98
8	California	23.88

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2 Sugar Loan Rates (Continued)

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C

**Regional Loan  
Rates for Cane  
Sugar**

This table provides the 2001 crop regional loan rates for cane sugar, raw value.

State	Loan Rate Cents per Pound
Florida	17.74
Hawaii	17.58
Louisiana	18.40
Texas	18.05
Puerto Rico	18.37
Sugar processed in Hawaii or Puerto Rico, but placed under loan in the continental U.S.	18.00

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